WYC:lmp 10/27/05 P0423 PATENT

REMARKS

By the foregoing amendment, applicants have canceled the rejected and nonelected claims remaining after the last amendment (*i.e.*, 19-21, 32-41, 51, 55-69, 71-74, and 81-87). Applicant presently intends to pursue those claims in one or more related applications.

Remaining in the application are claims 7-11, 13-18, 22-31 and 75-80, each of which has been allowed.

Date: October 27, 2005

CUSTOMER NUMBER 23735

Phone: 503-469-4800. FAX 503-469-4777

Respectfully submitted,

DIGIMARC CORPORATION

William Y. Conwell
Registration No. 31,943